

THE UNIVERSITY OF MICHIGAN
REGENTS COMMUNICATION

Approved by the Regents
July 19, 2007

ACTION ITEM

SUBJECT: Proposed Dearborn Campus FY 2007-08 General Fund
Operating Budget

ACTION REQUESTED: Approval of 2007-08 General Fund Budget

BACKGROUND:

The proposed 2007-08 General Fund Budget reflects a 1.7% decrease in the appropriation from the State of Michigan. The recommended tuition and fee increase for undergraduate students is 7.9% and graduate students is 5%. Further details on tuition and fee increases are included in the companion Action Item.

Our proposed budget includes a 3% salary program, funding to address faculty salary compression, funding for significant increases in financial aid (16.1%), and increased funding for institutional marketing. It provides resources for new faculty lines needed to assure continued accreditation of our School of Management. The budget continues phasing in support for the Fairlane Center that will be needed when the Ford lease expires. Internal base budget reallocations total \$730,000.

Additional details of the 2007-08 budget are outlined in the attached tables.

We recommend the Regents approve the proposed 2007-08 General Fund Budget.

Recommended by:



Daniel Little, Chancellor
University of Michigan-Dearborn

July 2007
Attachments

**General Fund Revenue Budget
Fiscal Year 2007-2008**

	Budget for FY 2006-2007	% of Total	Budget Changes	Budget for FY 2007-2008	% of Total
State Appropriations	25,456,600	28.3%	(439,000)	25,017,600	26.3%
Student Tuition & Fees	60,970,900	67.8%	5,418,200	66,389,100	69.8%
Indirect Cost Recovery	500,000	0.6%	150,000	650,000	0.7%
Income from Investments	137,000	0.2%	100,000	237,000	0.2%
Departmental Activities	2,883,900	3.2%	-	2,883,900	3.0%
Total Revenue	89,948,400	100.0%	5,229,200	95,177,600	100.0%

**General Fund Expenditure Budget
Fiscal Year 2007-2008**

Area	Budget for FY 2006-07	Salary Prog./ Benefits	Student Support	Academic Programs	Miscellaneous	Budget for FY 2007-08
Arts, Sciences & Letters						
Education	16,366,721	601,216	-	-	-	16,967,937
Engineering	2,892,586	120,134	-	-	-	3,012,720
Management	9,497,696	338,648	-	70,000	-	9,906,344
Other Instructional Units	6,004,524	206,392	-	686,000	-	6,896,916
	357,230	8,598	-	-	-	365,828
Academic Units	35,118,757	1,274,988	-	756,000	-	37,149,745
Chancellor's Area	1,741,060	9,438	-	-	194,300	1,944,798
Academic Affairs	6,943,736	120,145	-	373,000	150,000	7,586,881
Business Affairs	14,111,311	81,052	-	-	585,000	14,777,363
Institutional Advancement	1,706,381	35,065	-	-	300,000	2,041,446
Enrollment Mgt & Student Life	4,262,687	114,729	-	-	30,000	4,407,416
Government Relations	236,159	6,706	-	-	30,000	272,865
Senior Officers	29,001,334	367,135	-	373,000	1,289,300	31,030,769
Utilities	3,125,920	-	-	-	160,000	3,285,920
Infrastructure Maintenance	1,028,140	-	-	-	-	1,028,140
Fringe Benefits	13,883,923	439,777	-	-	509,000	14,832,700
Student Aid	3,773,309	-	590,000	-	-	4,363,309
Debt Service	3,289,612	-	-	-	(530,000)	2,759,612
Student Fee Allocation	727,405	-	-	-	-	727,405
Other	25,828,309	439,777	590,000	-	139,000	26,997,086
Total Expenditures	89,948,400	2,081,900	590,000	1,129,000	1,428,300	95,177,600